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## Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

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In the Matter of:

Billed Party Preference for 0+ InterLATA Calls

FEDERAL COMMUNICATIONS COMMISSION OFFICE OF THE SECRETARY

CC Docket No. 92-77

MOTION OF THE AMERICAN PUBLIC COMMUNICATIONS COUNCIL FOR LEAVE TO FILE CORRECTED REPLY

The American Public Communications Council ("APCC") hereby requests leave to file a corrected original and 11 copies of its reply to the opposition of AT&T to petitions for reconsideration of the Commission's Report and Order and Request for Supplemental Comment in these proceedings, FCC 92-465, released November 6, 1992.

The text of APCC's reply was filed on the due date, yesterday, March 29, 1993. However, the filing was miscaptioned as a filing in Docket No. 93-36.

Therefore, today we are submitting the attached copies with the correct caption. We respectfully request that they be accepted for filing.

Respectfully submitted,

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Dated: March 30, 1993

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## REPLY OF THE AMERICAN PUBLIC COMMUNICATIONS COUNCIL

The American Public Communications Council ("APCC") hereby replies to the opposition of AT&T to the petitions for reconsideration of the Commission's Report and Order and Request for Supplemental Comment in these proceedings, FCC 92-465, released November 6, 1992.

AT&T claims that its new calling cards are like other proprietary IXC cards because they "can only be used on a 0+ basis at telephones that have been presubscribed to AT&T." AT&T Opp. at 5. AT&T is wrong. As a number of parties have pointed out, a key difference between AT&T's cards and other IXC's cards is that AT&T validates its cards for other dominant carriers, i.e., LECs, thereby ensuring that they can be used to place 0+ calls on LEC networks at any phone, including telephones that have been presubscribed to AT&T. This practice generates a great deal of consumer confusion and frustration, with resultant anticompetitive effects on the interstate market. See Comments of Intellicall, Inc. at 3-4.

AT&T tries to avoid addressing the issue of its discriminatory validation practices by quoting the Commission's statement that they are "beyond the scope of the issues in this proceeding." AT&T Opp. at 12, quoting Order, ¶ 63. APCC's comments on the petitions for reconsideration explain in detail why those practices were directly relevant to -- in fact, are at the heart of -- the issues in this proceeding. First, consumers cannot be expected to differentiate clearly between intraLATA and interLATA calls. AT&T's practice of validating its CIID cards for LECs builds up consumer expectations of being able to use their CIID cards on a 0+ basis regardless of who is the carrier or what kind of call is involved. Meanwhile, AT&T's practice of not validating for other carriers frustrates those same expectations. The result is to perpetuate the consumer and competitive problems which are at the heart of the CIID card issues in this proceeding.

The other reason why putting an end to AT&T's discriminatory validation practices is within the scope of this proceeding is that it provides a remedy for the CIID card problem which is not subject to the flaws in "0+ public domain" perceived by the Commission and AT&T. AT&T objects to "0+ public domain" on the grounds that it would "strip the proprietary feature from AT&T's new cards" (AT&T Opp. at 9) and would "simply handicap AT&T for the sake of its competitors" (Id. at 8). Requiring AT&T to cease discriminatory validation is not subject to these objections, because it allows AT&T the option of preserving its cards as true proprietary cards which cannot be validated by any other carrier, including LECs.

This approach does not "handicap" AT&T; it puts AT&T cards on the same footing as other IXC proprietary cards, which also cannot be used on LEC networks.

AT&T also objects that an access code dialing requirement is disruptive and could not be enforced because AT&T's network cannot tell the difference between 0+ and 10XXX calls. AT&T Opp. at 9-10. Requiring AT&T to cease discriminatory validation is not open to these objections because it allows AT&T to continue receiving 0+ calls on its own network. Therefore, AT&T would not have to enforce the dialing requirement. In addition, to the extent AT&T believes 10XXX dialing is disruptive, it could continue trying to educate its customers to dial 0+ at phones presubscribed to AT&T, just as it is doing today. The difference would be that the source of confusion and competitive harm would be removed, because 0+ could only be dialed on AT&T's network with the AT&T card. The AT&T card could not be used on LECs' networks unless it could also be used on other OSP networks.

Respectfully submitted,

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Attorneys for American Public Communications Council

Dated: March 30, 1993 c:\data\wpfiles\aldrich\ciidpfr.rep

## CERTIFICATE OF SERVICE

I, Robert F. Aldrich, hereby certify that on this 30th day of March, 1993, a true copy of the foregoing Reply of American Public Communications Council was served by first class mail, postage prepaid, upon the parties listed below.

Robert F. Aldrich

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